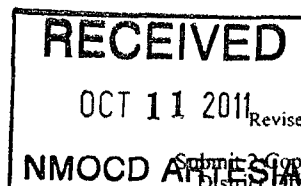


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



Form C-141
Revised October 10, 2003
Submit 2 copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

NMLB1129338833

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC <i>229137</i>	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Electra Federal North Tank Battery	Facility Type	Tank Battery
Surface Owner	Federal	Mineral Owner	
		Lease No. (API#)	30-015-36467

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	10	17S	30E					Eddy

Latitude 32.85309 Longitude 103.95885

NATURE OF RELEASE

Type of Release	Produced water and oil	Volume of Release	38bbls PW 2bbls Oil	Volume Recovered	36bbls PW 1bbl Oil
Source of Release	Water tank	Date and Hour of Occurrence	09/29/2011	Date and Hour of Discovery	09/29/2011 10:00 a.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher-OCD		
By Whom?	Josh Russo	Date and Hour	09/30/2011 10:32 a.m.		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

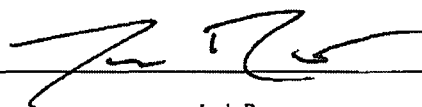

Describe Cause of Problem and Remedial Action Taken.*

The Yale Tank Battery pump shut down causing an influx of produced water to be sent to the Electra Federal North Tank Battery. Water trucks have been assigned to a regular schedule to haul water from the Yale TB to eliminate this from occurring again in the future.

Describe Area Affected and Cleanup Action Taken.*

Initially 40bbls of produced fluids were released out of the water tank and we were able to recover 37bbls with a vacuum truck. The spill area was completely contained inside the dike walls of the facility. This spill is in the same area as the spill from 09/26/2011. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present a remediation work plan to the NMOCD/BLM for approval prior to any significant remediation work.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature: 	OIL CONSERVATION DIVISION	
Printed Name: Josh Russo	Signed By  Approved by District Supervisor:	
Title: HSE Coordinator	Approval Date: OCT 20 2011	Expiration Date:
E-mail Address: jrusso@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 10/10/2011 Phone: 432-212-2399	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: <u>11/20/2011</u>	

* Attach Additional Sheets If Necessary

2RP-925

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Monday, October 10, 2011 10:29 AM
To: Bratcher, Mike, EMNRD; 'james_amos@nm.blm.gov'
Cc: terry_gregston@nm.blm.gov; Tavarez, Ike; Dorey, Kim
Subject: C-141 Initial Reports - Electra Federal North Tank Battery
Attachments: ELECTRA FEDERAL NORTH TANK BATTERY -- DATE OF RELEASE-- 09-26-2011.pdf;
ELECTRA FEDERAL NORTH TANK BATTERY -- DATE OF RELEASE -- 09-29-2011 .pdf

Please see attached the C-141 Initial Reports for the Electra Federal North TB.

Thank you,

Joshua Russo

HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com



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Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Friday, September 30, 2011 9:32 AM
To: Bratcher, Mike, EMNRD
Subject: Electra Federal North Tank Battery - Spill Notification

Mr. Bratcher,

Please see below the detailed description of a release that occurred at the Electra Federal North Tank Battery. This is the same area as the spill that just occurred on 09/26/2011:
29

On 9-29-11 at 10:00am, a produced water spill occurred at the Electra Federal North Tank Battery. Approximately 38bbls of produced water and 2bbls of skim oil were released and contained within the unlined dike. 38bbls of fluid has been recovered. All standing fluid was picked-up and disposed. Contaminated soil was picked-up and disposed. This spill was the result of an unexpected rush of produced water caused by new wells in the area. Vacuum trucks have been assigned to haul produced water on a regular schedule to prevent further incidents of this nature.

We will follow up with a C-141 Initial Report,

GPS coordinates, Legal description, and driving directions below:

N 32* 51.192 W 103* 57.540

Electra Federal #31

Unit B, Sec.10- T17S- R30E

1170' FNL & 2310' FEL

Eddy County NM, API #30-015-36467

From Hwy 82, T/N in Loco Hills on CR 218, go 2 miles to 4-way intersection, T/E and go 1 mile, T/N and go .25 mile, T/E and go .25 mile, T/N and follow main road .25 mile to location on East.

Thanks,

Joshua Russo

HSE Coordinator

550 W. Texas Ave, Suite 100

Midland, Texas 79701

Phone: (432) 683-7443

Cell: (432) 212-2399

jrusso@conchoresources.com



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